

Acadian International Equity (Active International)

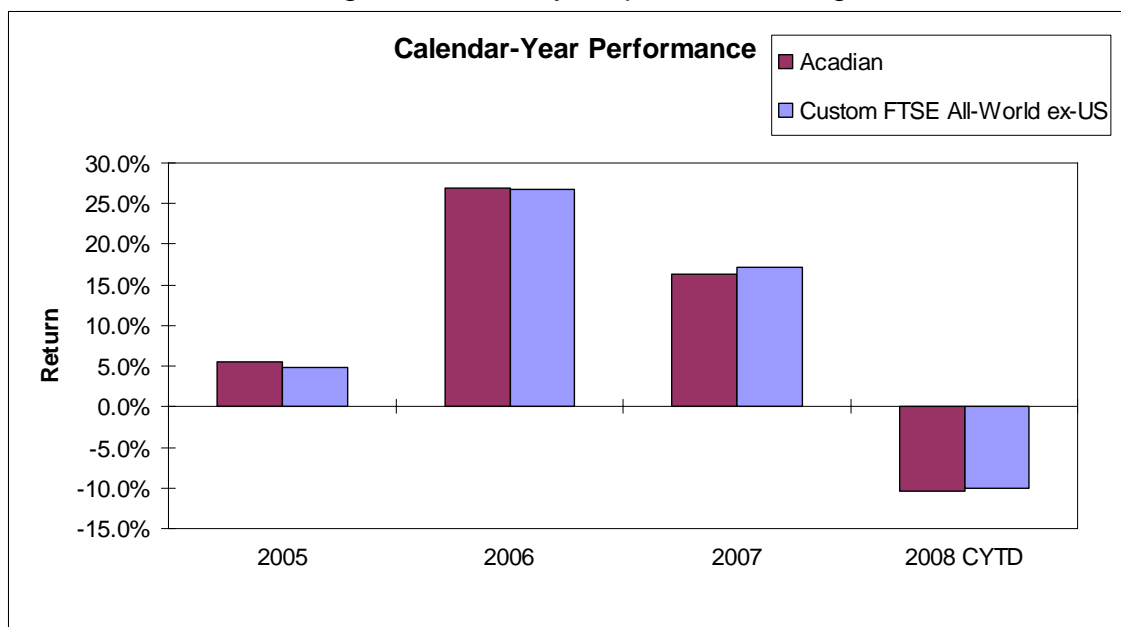
Acadian was funded on December 1, 2005. Acadian's model driven investment process evaluates a broad range of fundamental predictive factors, such as price to value, earnings growth, and price momentum. Also included is a top-down element comparing expected opportunity across countries and sectors. Portfolios are created using an optimizer, which selects the most attractive stocks in the investment universe while controlling for benchmark-relative risk and expected transaction costs. The portfolio typically holds 100-225 stocks.

For the fiscal year ending June 30, 2008, Acadian underperformed its benchmark by 3.37%. Although Acadian's quantitative model underweighted the poorly performing financials sector, its security selection was relatively poor, particularly within the banking industry. Overweighting the industrials sector and poor stock selection in the information technology sector were significant contributors to the period's underperformance. On a positive note, the portfolio was overweight materials, the highest performing sector for the year, and its stocks selection within materials was excellent.

International Equity Manager	Fiscal Year 05/06*	Fiscal Year 06/07	Fiscal Year 07/08	Annualized Since Inception*
Acadian	16.60%	32.93%	(10.00)%	13.76%
Custom FTSE All-World ex-US	14.94%	30.47%	(6.63)%	13.93%
Active Return	1.66%	2.46%	(3.37)%	(0.17)%

*Inception Date 12/1/05 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows Acadian's performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.



AllianceBernstein Int'l Large Cap Growth (Active International)

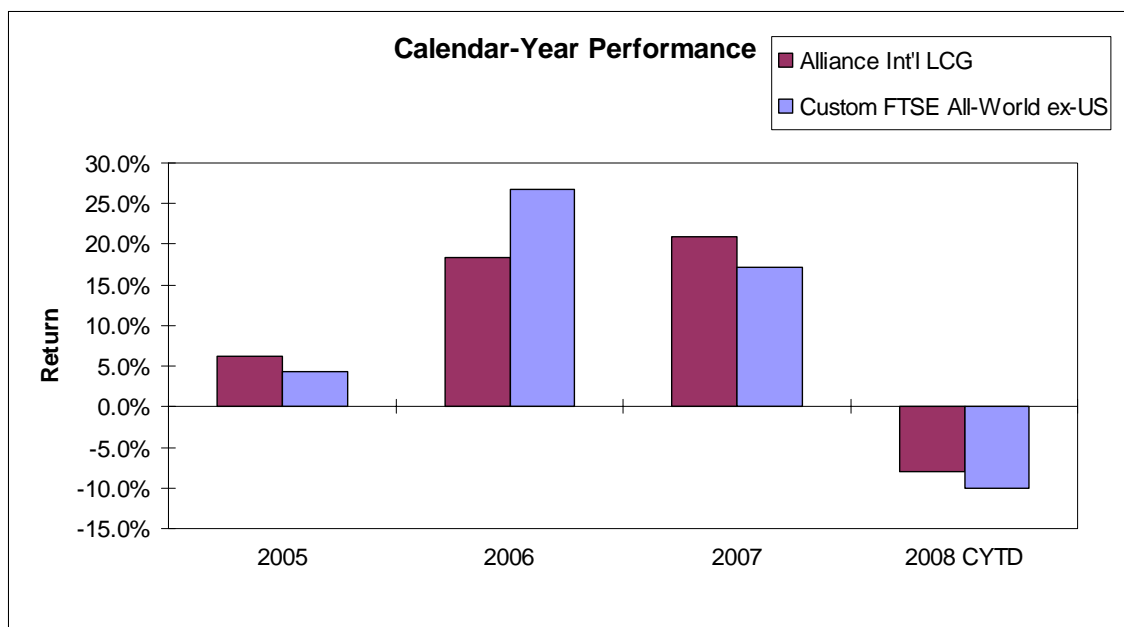
The AllianceBernstein Large Cap Growth portfolio was funded on October 1, 2005. The investment process relies on a fundamental research-driven stock selection process incorporating a quantitative ranking. The Portfolio Oversight Group builds a concentrated portfolio from these two inputs. The goal of the investment process is to build a portfolio that capitalizes on the unique insights of the fundamental research within an optimal risk/reward framework. The portfolio holds a maximum of 85 stocks.

For the fiscal year ending June 30, 2008, AllianceBernstein outperformed its benchmark by 6.27%. This outperformance was due to allocation effects and relatively solid stock selection across economic sectors and regions. To note a few specifics, the portfolio's underweighting in the financials sector and superb stock selection in the materials and energy sectors contributed to the period's positive performance. With respect to countries, the portfolio's overweighting to Brazil as well as good stock selection in the United Kingdom and Japan benefited performance.

International Equity Manager	Fiscal Year 05/06*	Fiscal Year 06/07	Fiscal Year 07/08	Annualized Since Inception*
AllianceBernstein	12.22%	24.96%	(0.36)%	12.94%
Custom FTSE All-World ex-US	14.56%	30.47%	(6.63)%	12.89%
Active Return	(2.34)%	(5.51)%	6.27%	0.05%

*Inception Date 10/1/05 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows AllianceBernstein International Large Cap Growth's performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.



AllianceBernstein Int'l Strategic Value (Active International)

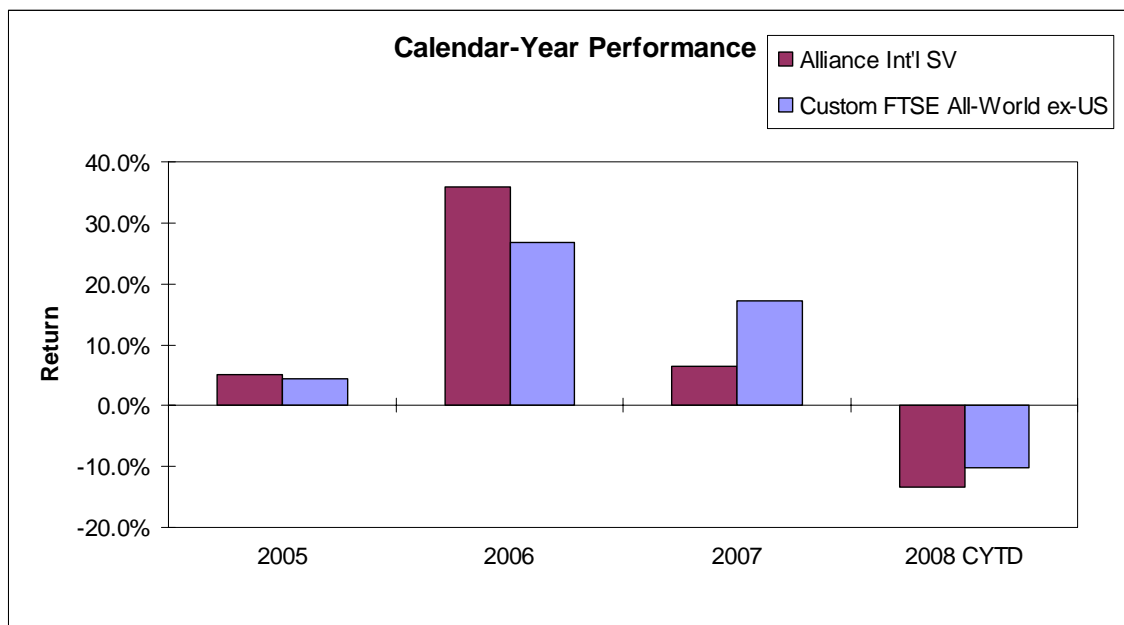
The AllianceBernstein Strategic Value portfolio was funded on October 1, 2005. The investment process focuses on investing in securities and countries that will deliver the highest expected risk-adjusted return. The stock selection process is based on the use of proprietary quantitative tools to rank stocks and detailed analyst research to select stocks for the portfolio. The investment team's bottom-up stock selection seeks to obtain the best balance of long-term return and risk among the equity markets. The portfolio holds a maximum of 70 stocks.

For the fiscal year ending June 30, 2008, AllianceBernstein underperformed its benchmark by 10.56%. This manager's fiscal year performance was hurt by its strong value bias and its significant overweight and stock selection in the financial sector. When projected bank losses signaled a need to re-capitalize, AllianceBernstein applied harsh penalties for dilution, assigning no return on any additional capital raised. While capital adequacy is the first line of analysis, AllianceBernstein closely examined and reevaluated this sector's long-term operating profit potential and still found it attractive, maintaining an overweight. Lending spreads have recently widened, making new business much more profitable. In addition, many of their current bank holdings have exposure to other attractive economic and industry trends.

International Equity Manager	Fiscal Year 05/06*	Fiscal Year 06/07	Fiscal Year 07/08	Annualized Since Inception*
AllianceBernstein	20.25%	32.22%	(17.19)%	10.53%
Custom FTSE All-World ex-US	14.56%	30.47%	(6.63)%	12.89%
Active Return	5.69%	1.75%	(10.56)%	(2.36)%

*Inception Date 10/1/05 Source: State Street Bank Returns are net of fees and CFA compliant.

The chart below shows AllianceBernstein International Strategic Value's performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.



AllianceBernstein Emerging Markets (Active Emerging Markets)

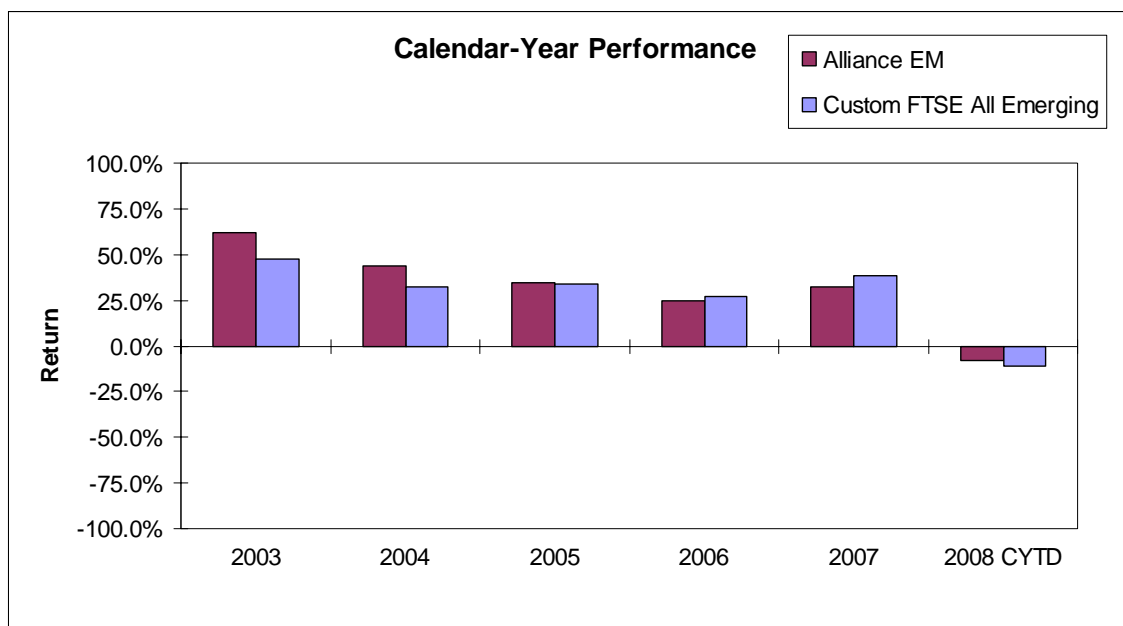
AllianceBernstein was funded on August 1, 2002. This emerging market portfolio has a value style of investing using both a macro country analysis and a micro stock selection process. The stock selection process is based on the use of proprietary quantitative tools to rank stocks, and detailed analyst research to select stocks for the portfolio. Analysts develop their own detailed long-term earnings growth forecasts from the company research. The country analysis seeks to obtain the best balance of long-term return and risk among the emerging equity markets. The portfolio typically holds around 100 stocks.

For the fiscal year ending June 30, 2008, AllianceBernstein underperformed its benchmark by 1.44%. The portfolio benefited most from its allocation and stock selection within the materials and telecommunication services sectors, specifically in the metals and mining and wireless telecommunications industries. However, the portfolio's performance suffered from stock selection in health care, energy, and information technology. Underweighting the oil and gas industry detracted from performance. From a country perspective, performance was helped by an underweight to Chinese securities and positive stock selection in Brazil.

International Equity Manager	Fiscal Year 03/04	Fiscal Year 04/05	Fiscal Year 05/06	Fiscal Year 06/07	Fiscal Year 07/08	Annualized Since Inception*
AllianceBernstein	35.10%	50.76%	35.02%	43.56%	1.09%	30.11%
Custom FTSE All Emerging	33.45%	35.11%	33.04%	46.91%	2.53%	26.32%
Active Return	1.65%	15.65%	1.98%	(3.35)%	(1.44)%	3.79%

*Inception Date 8/1/2002 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows AllianceBernstein's emerging market performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.



AQR International Equity (Enhanced International)

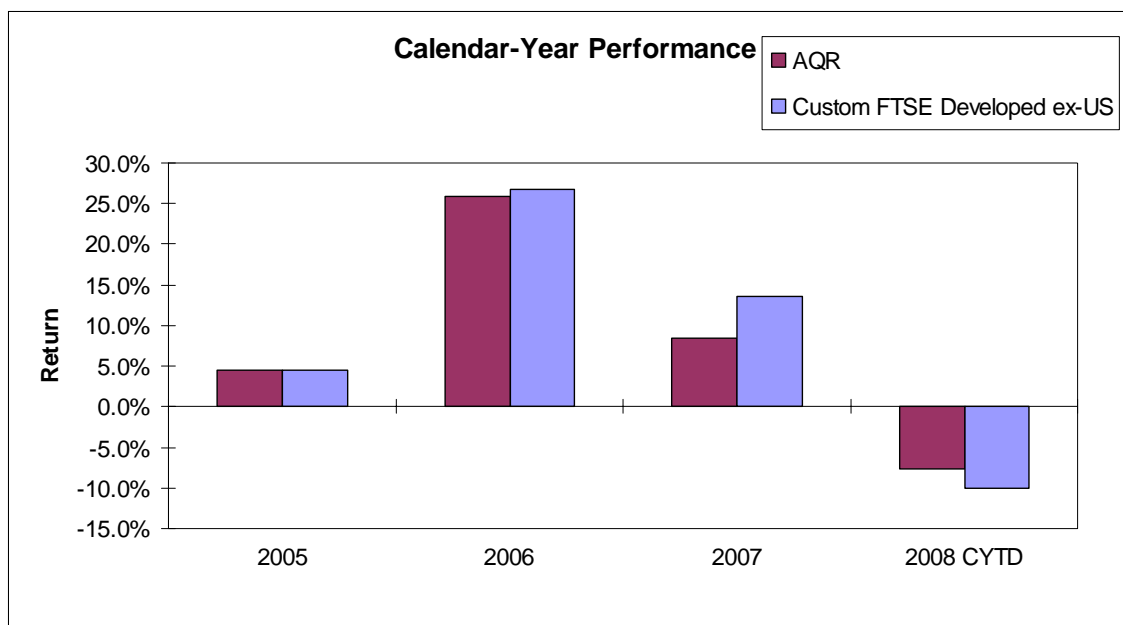
AQR Capital Management (AQR) was funded on December 1, 2005. AQR uses a quantitative approach that seeks to add value relative to its benchmark by both underweighting and overweighting stocks, countries, and currencies relative to the benchmark. An equity derivatives overlay is utilized to express the views of the investment manager's country selection models. The investment manager uses equity derivatives (either stock index futures or equity index swaps) to tactically overweight and underweight the portfolio's country exposures relative to the benchmark. A currency overlay strategy is utilized to express the views of the investment manager's currency selection models. The investment manager uses FX forwards to tactically overweight and underweight the portfolio's foreign currency exposures relative to the benchmark.

For the fiscal year ending June 30, 2008, AQR underperformed its benchmark by 1.70%. The largest performance detractors were the allocation and stock selection in the materials and industrials sectors. These losses were partially offset by the portfolio's underweight to the financials sector and its currency model's gains, particularly from its overweight to the Norwegian Kroner.

International Equity Manager	Fiscal Year 05/06*	Fiscal Year 06/07	Fiscal Year 07/08	Annualized Since Inception*
AQR	13.93%	28.62%	(10.17)%	11.24%
Custom FTSE Developed ex-US	15.50%	28.06%	(8.47)%	12.45%
Active Return	(1.57)%	0.56%	(1.70)%	(1.21)%

*Inception Date 12/1/05 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows AQR's performance versus its benchmark. The axis on the left measures AQR's calendar-year performance against its benchmark.



Arrowstreet International Equity (Active International)

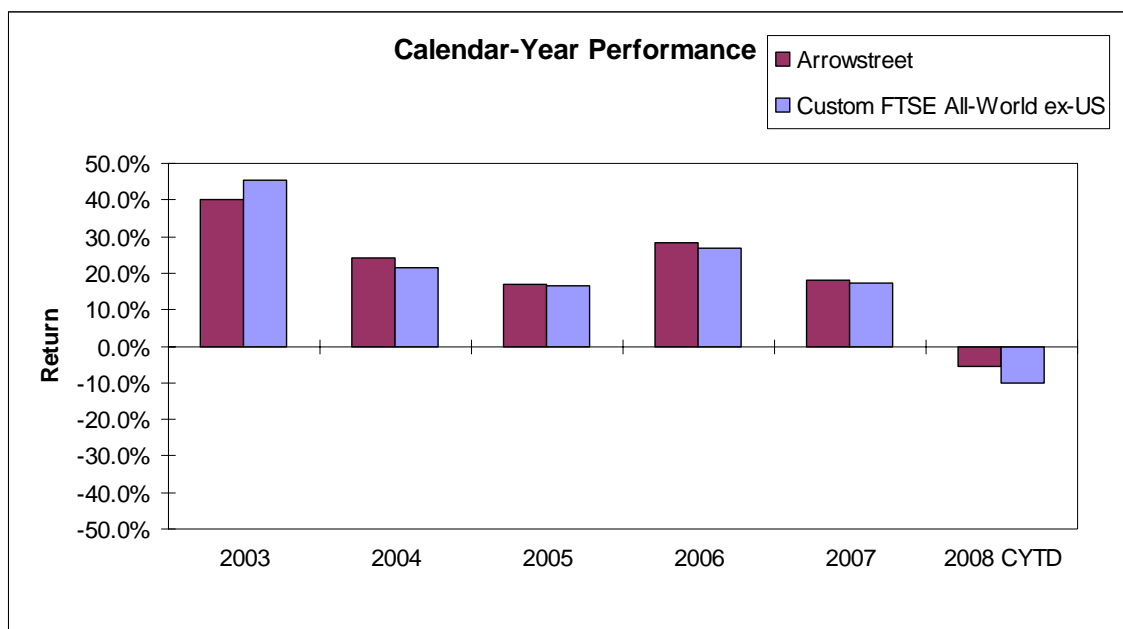
Arrowstreet Capital transitioned from the Manager Development Program on February 1, 2003. Arrowstreet uses a quantitative approach to evaluate a large universe of securities for multiple sources of excess return. The multiple sources include both behavioral and informational factors such as valuation, momentum, size, and estimate revisions. An optimal portfolio is developed using a proprietary optimization process that evaluates the trade-off among forecast returns for each security, several measures of risk, transaction costs, and any client constraints.

For the fiscal year ending June 30, 2008, Arrowstreet outperformed its benchmark by 1.51%. A significant overweight to the highest-performing materials sector, coupled with excellent stock selection within the sector, benefited the fiscal year's relative performance. Detractors to portfolio performance for the period were stock selection in the consumer discretionary, financial, and industrial sectors.

International Equity Manager	Fiscal Year 03/04	Fiscal Year 04/05	Fiscal Year 05/06	Fiscal Year 06/07	Fiscal Year 07/08	Annualized Since Inception*
Arrowstreet	27.10%	23.87%	29.07%	34.53%	(5.12)%	21.79%
Custom FTSE All-World ex-US	31.70%	16.91%	27.66%	30.47%	(6.63)%	20.54%
Active Return	(4.60)%	6.96%	1.41%	4.06%	1.51%	1.25%

*Inception Date: 2/1/2003 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows Arrowstreet's performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.



AXA Rosenberg European Equity (Active European)

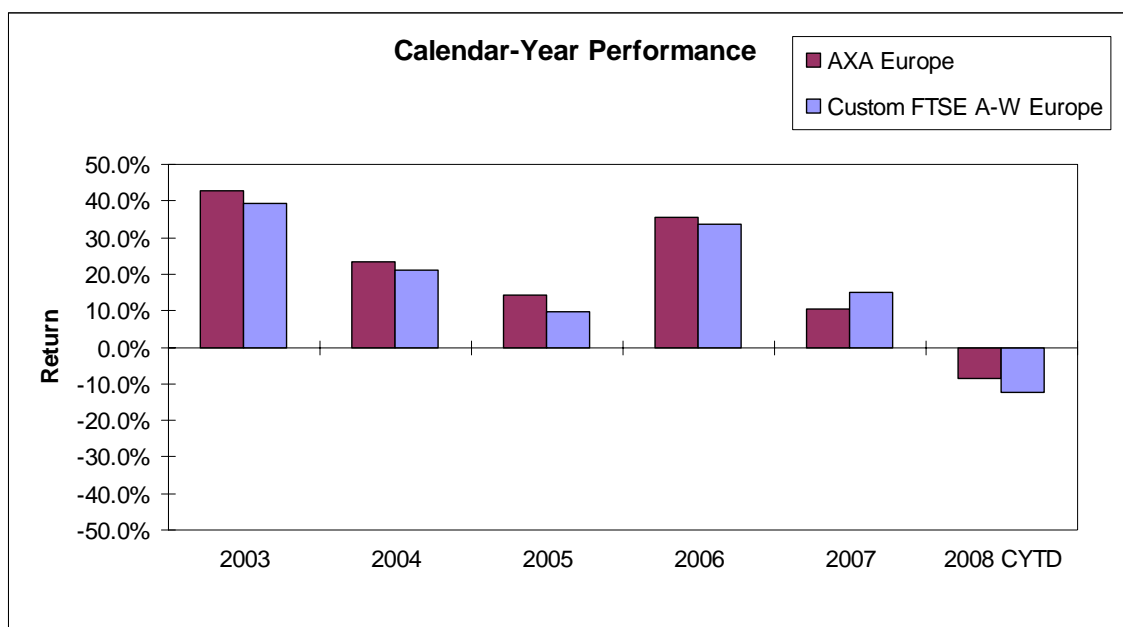
AXA Rosenberg was funded on February 1, 2001. AXA uses a quantitative process to find undervalued stocks relative to their industry, sector, and market capitalization. There are several quantitative models used in this process. A risk model builds a portfolio with the most attractive risk-return trade off. The AXA portfolio holds between 100 and 150 stocks.

For the fiscal year ending June 30, 2008, AXA outperformed the benchmark by 0.69%. The strategy's relative performance suffered in the first half of the fiscal year, primarily due to the quantitative model's value bias. However, the model's dynamic nature was able to capture significant positive alpha in the second half of the fiscal year, particularly from its overweight to the materials sector and underweight to the underperforming financials sector.

International Equity Manager	Fiscal Year 03/04	Fiscal Year 04/05	Fiscal Year 05/06	Fiscal Year 06/07	Fiscal Year 07/08	Annualized Since Inception*
AXA Rosenberg	29.26%	19.37%	30.02%	33.28%	(9.99)%	8.88%
Custom FTSE A-W Europe	28.82%	17.14%	25.23%	33.25%	(10.68)%	6.92%
Active Return	0.44%	2.23%	4.79%	0.03%	0.69%	1.96%

*Inception Date: 2/1/2001 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows AXA's performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.



Baillie Gifford International Equity (Active International)

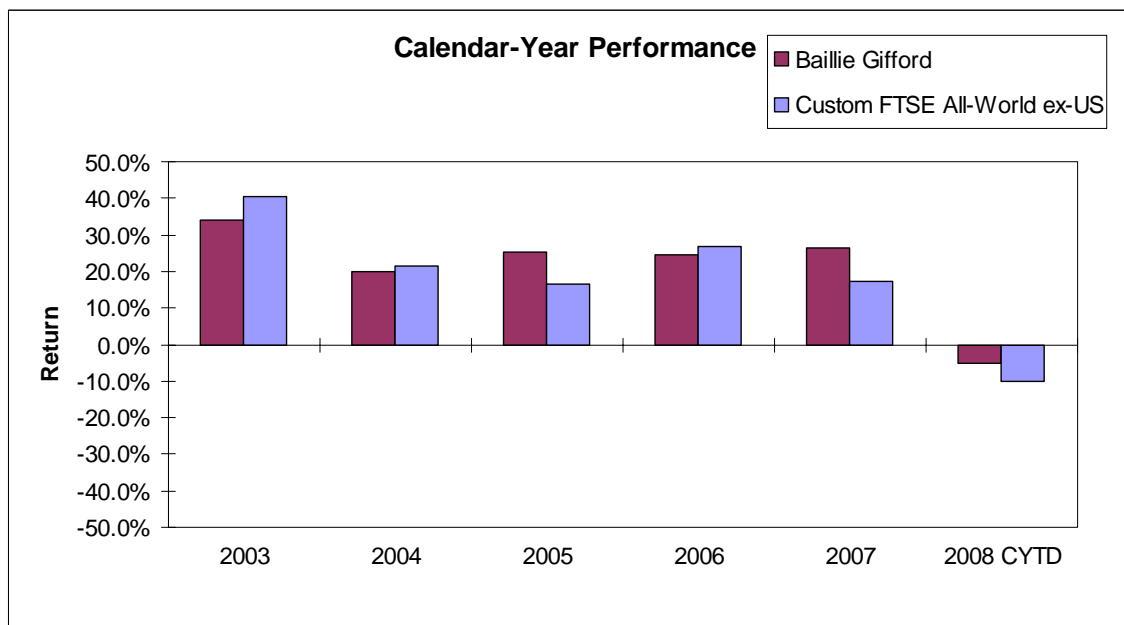
Baillie Gifford was funded on June 1, 2001. The firm's regionally organized stock selection teams identify high quality companies, using free cash flow to determine valuations. This company information is provided to an Investment Policy Committee that determines overall regional allocation strategy. Country, sector, and stock deviation limits are set for the portfolio to limit risk. Baillie Gifford's style intentionally includes a growth bias and the portfolio typically holds between 75 and 120 stocks.

For the fiscal year ending June 30, 2008, Baillie Gifford outperformed its benchmark by 9.11%. The strategy benefited from its allocation and stock selection within various sectors. The underperforming financial sector was significantly underweight, which helped relative performance. Also, an overweight to, and positive stock selection within, the energy sector contributed to the period's outperformance.

International Equity Manager	Fiscal Year 03/04	Fiscal Year 04/05	Fiscal Year 05/06	Fiscal Year 06/07	Fiscal Year 07/08	Annualized Since Inception*
Baillie Gifford	24.47%	22.07%	35.10%	30.96%	2.48%	12.51%
Custom FTSE All-World ex-US	31.70%	16.91%	27.66%	30.47%	(6.63)%	10.30%
Active Return	(7.23)%	5.16%	7.44%	0.49%	9.11%	2.21%

*Inception Date: 6/1/2001 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows Baillie Gifford's performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.



Batterymarch Emerging Markets (Active Emerging Markets)

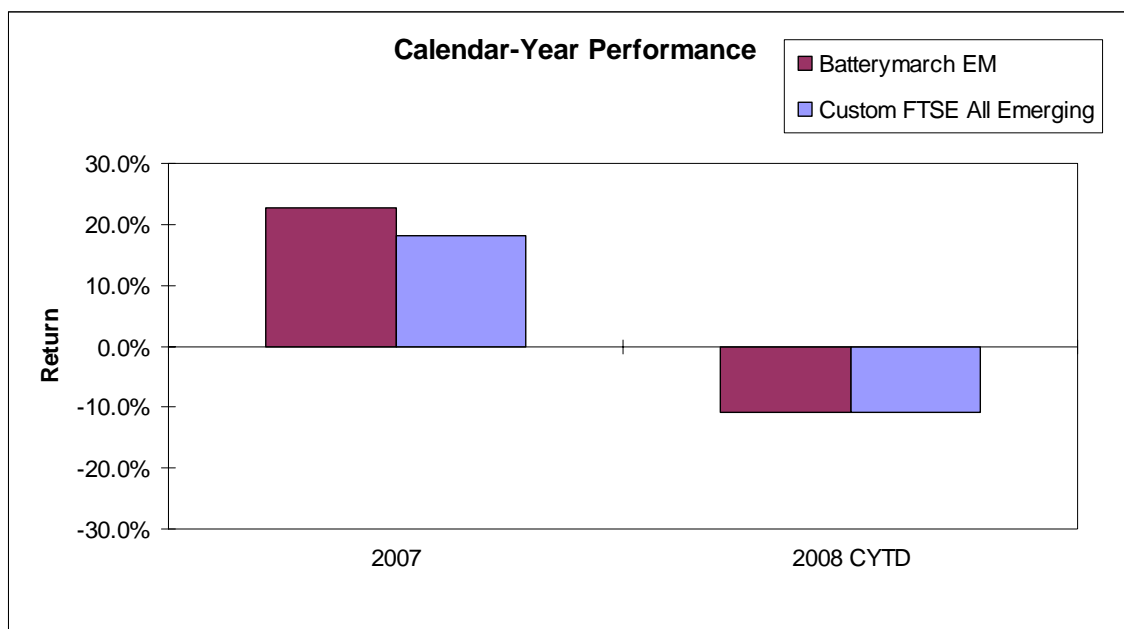
Batterymarch was funded on June 1, 2007. This strategy incorporates both quantitative and fundamental investment disciplines. Stocks are analyzed from a fundamental perspective using a proprietary process that ranks the relative attractiveness of 1,000 liquid stocks across four fundamental dimensions. Each dimension consists of a number of valuation factors. A multifactor risk model is used to optimize the portfolio relative to the benchmark. The portfolio construction model weighs variables including stock rankings, country weights, market cap constraints and client-specific guidelines.

The strategy outperformed the benchmark for the fiscal year by 3.48%. The strategy provided positive stock selection in several economic sectors, namely materials, consumer discretionary, financials, and energy. Stock selection in the metals and mining, media, and insurance industries was particularly good. From a country perspective, stock selection in South Africa and Korea, as well as an underweight to China, benefited the strategy's fiscal year performance.

International Equity Manager	Fiscal Year 06/07*	Fiscal Year 07/08	Annualized Since Inception*
Batterymarch	3.26%	6.01%	8.71%
Custom FTSE All Emerging	2.93%	2.53%	5.10%
Active Return	0.33%	3.48%	3.61%

*Inception Date: 6/1/2007 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows Batterymarch's performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.



Dimensional Fund Advisors Emerging Markets (Active Emerging Markets)

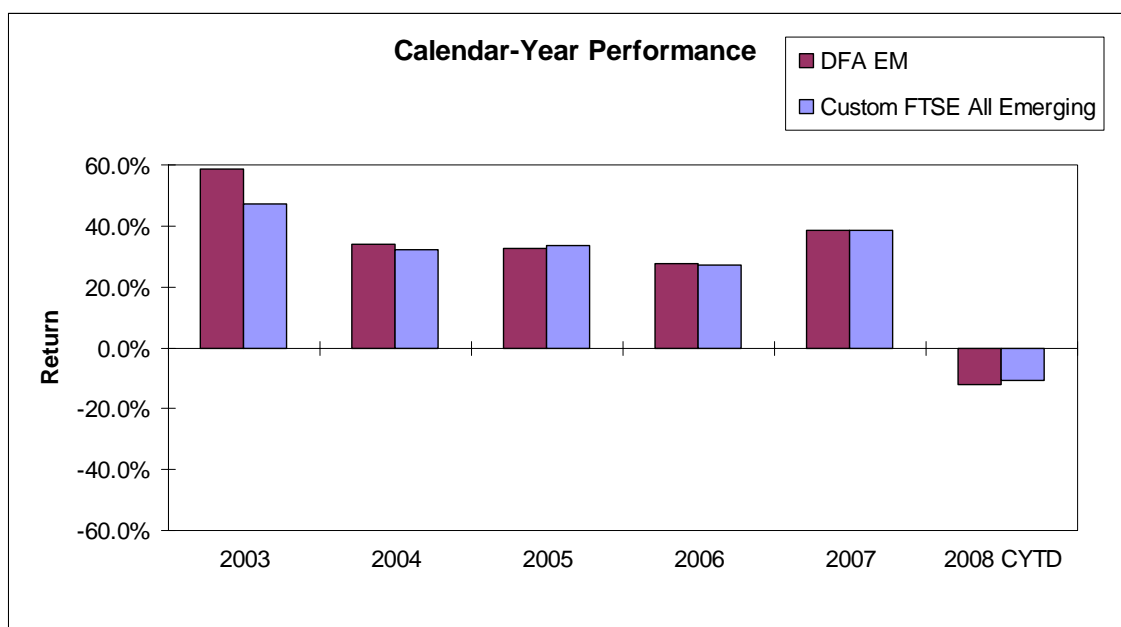
Dimensional Fund Advisors (DFA) was funded beginning on August 1, 2002. DFA invests in large publicly traded companies representing the top 50% of each country's total market capitalization. Each emerging markets country in DFA's portfolio must pass the firm's quantitative and qualitative screening process. DFA utilizes a target country weight methodology to capture and maximize the diversification benefits from emerging markets investing. In general, the target weights for each country are based on capped relative free-float adjusted market capitalizations of each eligible market, as determined by the firm. Through services provided by an outside consultant (KLD,) DFA screens companies for issues associated with labor relations, human rights and corporate social responsibility. The portfolio holds between 200 and 600 stocks.

For the fiscal year ending June 30, 2008, DFA underperformed its benchmark by 2.10%. This fiscal year's underperformance was due in large part by its underweight to the energy sector, in particular, the oil and gas and consumable gas industries. On a positive note, stock selection in the metals and mining and chemicals industries, and the portfolio not holding any Chinese securities, benefited the portfolio's performance. As a current firm policy, the portfolio does not hold any Russian securities, which detracted from performance.

International Equity Manager	Fiscal Year 03/04	Fiscal Year 04/05	Fiscal Year 05/06	Fiscal Year 06/07	Fiscal Year 07/08	Annualized Since Inception*
DFA	36.07%	37.40%	28.07%	52.60%	0.43%	28.15%
Custom FTSE All Emerging	33.45%	35.11%	33.04%	46.91%	2.53%	26.32%
Active Return	2.62%	2.29%	(4.97)%	5.69%	(2.10)%	1.83%

*Inception Date: 8/1/2002 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows DFA's performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.



Fidelity International Equity (Active International)

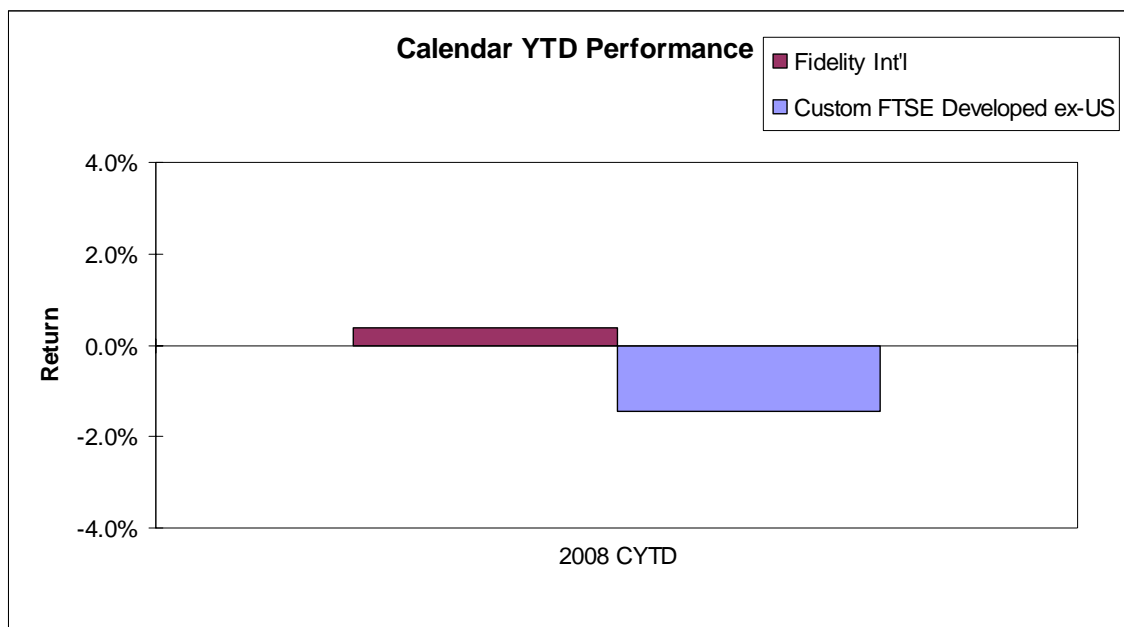
Fidelity was funded on April 1, 2008. Using Fidelity's global research analysts' "best ideas," the portfolio is constructed using quantitative risk modules. The process seeks to minimize all non-stock specific risks relative to the benchmark such as country, sector, and style exposures. The result is a well-diversified portfolio that demonstrates characteristics that are highly similar to the benchmark, but achieves consistent incremental returns through active stock selection. The portfolio manager constructs the portfolio using five regional modules that are combined in direct proportion to the regional weights of the benchmark. Portfolio holdings are typically between 250 and 350 stocks.

From its inception through June 30, 2008, Fidelity outperformed the benchmark by 1.82%. True to the strategy's investment philosophy of minimizing non-stock-specific risks, relative to the benchmark, the vast majority of its excess return was generated through security selection rather than active economic sector and country allocations. Solid security selection came primarily from the financials, industrials, energy-related, and consumer discretionary stocks.

International Equity Manager	Fiscal Year 07/08*	Cumulative Since Inception*
Fidelity	0.38%	0.38%
Custom FTSE Developed ex-US	(1.44)%	(1.44)%
Active Return	1.82%	1.82%

*Inception Date: 4/1/2008 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows Fidelity's performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.



Genesis Emerging Markets (Active Emerging Markets)

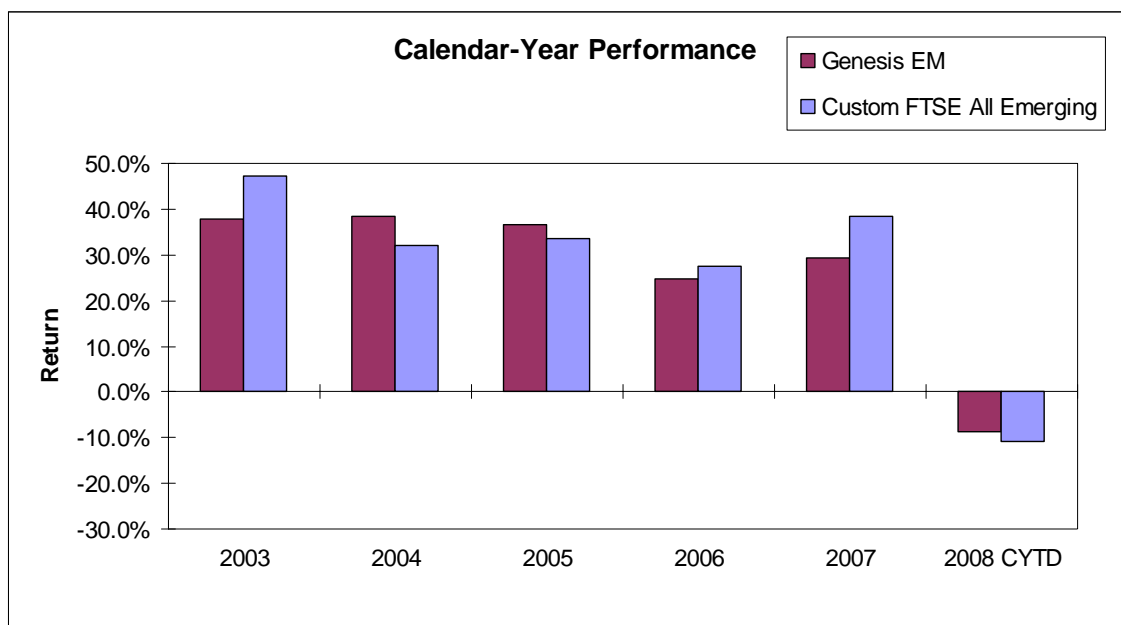
Genesis was funded on August 1, 2002. The manager believes capital growth can best be achieved using a bottom-up approach which identifies and focuses on those companies best positioned to benefit from the change occurring in their economies. Attractive companies are targeted through a rigorous assessment of management (using qualitative measures such as asset turnover and return on capital employed) combined with a valuation methodology based on discounted cash flow analysis. The geographic composition of the portfolio is a direct result of the number of attractively priced stocks identified in the relevant markets. Portfolio holdings are typically between 55 and 80 stocks.

For the fiscal year ending June 30, 2008, Genesis underperformed its benchmark by 0.85%. Fiscal year performance was hurt most by an underweight to the energy and materials sectors. The portfolio did not hold Petrobras, which was one the benchmark's largest and best-performing constituents. The portfolio's overweight to the poorly performing financials sector detracted from performance. That said, stock selection in the financials sector was good.

International Equity Manager	Fiscal Year 03/04	Fiscal Year 04/05	Fiscal Year 05/06	Fiscal Year 06/07	Fiscal Year 07/08	Annualized Since Inception*
Genesis	30.95%	41.63%	33.13%	38.94%	1.68%	25.41%
Custom FTSE All Emerging	33.45%	35.11%	33.04%	46.91%	2.53%	26.32%
Active Return	(2.50)%	6.52%	0.09%	(7.97)%	(0.85)%	(0.91)%

*Inception Date: 8/1/2002 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows Genesis' performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.



Grantham, Mayo, Van Otterloo International Equity (Active International)

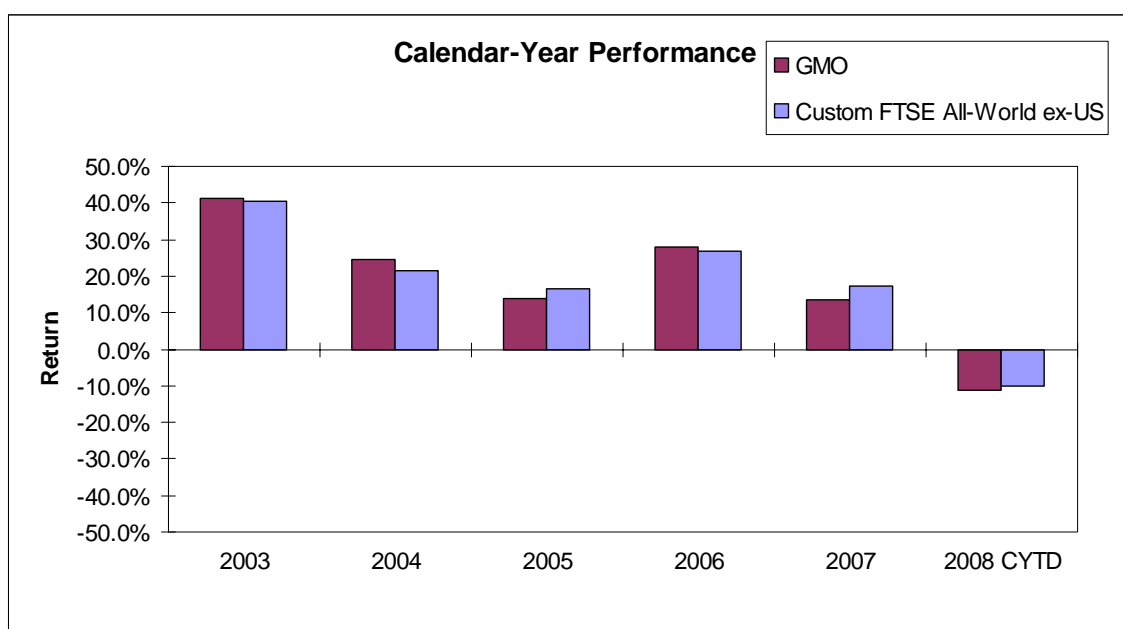
Grantham, Mayo, Van Otterloo & Co. (GMO) was funded on June 1, 2001. The manager's philosophy is that holding deep value stocks leads to the best risk adjusted returns. The manager uses a combination of quantitative analysis and fundamental research to build its portfolio. Stocks are sold when valuations are high and unsupported by the underlying fundamentals, or due to concerns about management or a change in the direction of the business. The portfolio typically holds between 200-250 stocks.

For the fiscal year ending June 30, 2008, GMO underperformed its benchmark by 3.31%. The strategy's deep value fundamental investment approach kept the portfolio underweight the metals and mining and chemical industries, which were among the best-performing industries for the fiscal year. Stock selection in the materials, energy, and industrials sectors were notably poor for the period. The portfolio's underweight to emerging markets, which outperformed international developed markets, also detracted from performance.

International Equity Manager	Fiscal Year 03/04	Fiscal Year 04/05	Fiscal Year 05/06	Fiscal Year 06/07	Fiscal Year 07/08	Annualized Since Inception*
GMO	33.39%	16.27%	26.55%	29.53%	(9.94)%	12.47%
Custom FTSE All-World ex-US	31.70%	16.91%	27.66%	30.47%	(6.63)%	10.30%
Active Return	1.69%	(0.64)%	(1.11)%	(0.94)%	(3.31)%	2.17%

*Inception Date: 6/1/2001 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows GMO's performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.



Lazard Emerging Markets (Active Emerging Markets)

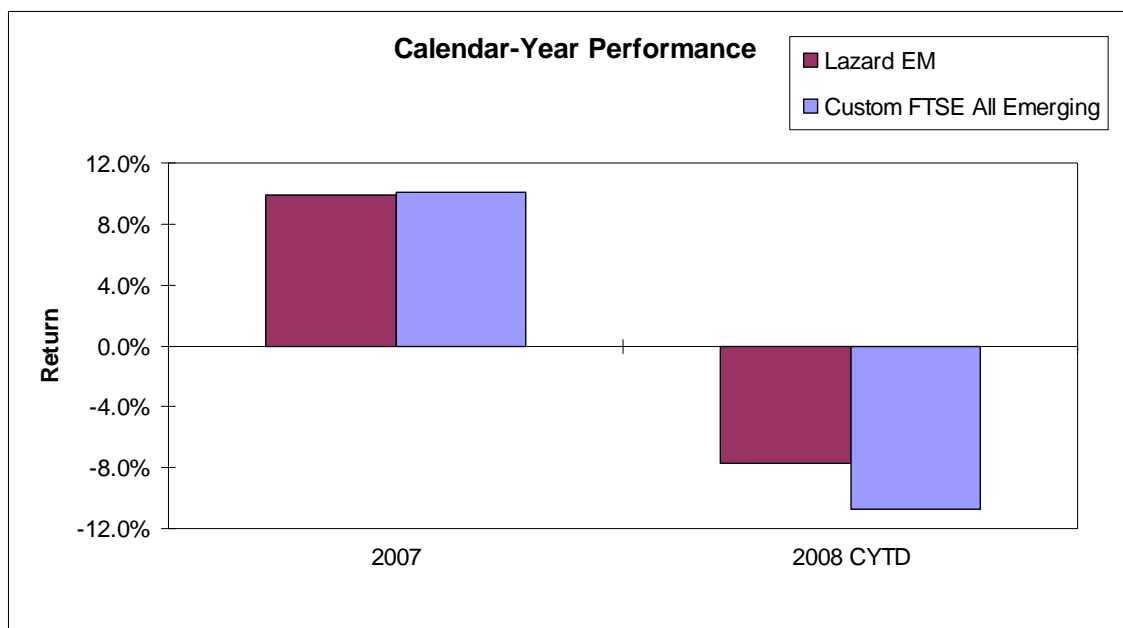
Lazard was funded on August 1, 2007. Lazard's relative value investment philosophy/process is based on value creation through bottom-up stock selection. Lazard believes financial productivity determines appropriate valuations; therefore assessing a company's financial productivity is an important part of their research process. The process for selecting securities includes extensive database screening, accounting validation, fundamental analysis and risk evaluation of macroeconomic, political, portfolio and corporate governance risks. The portfolio typically holds between 70 and 90 stocks.

For the fiscal year ending June 30, 2008, Lazard outperformed its benchmark by 3.19%. Despite the portfolio's significant underweight to the two best-performing sectors, materials and energy, the portfolio managed to generate over 300 basis points of alpha. The alpha came predominantly from security selection in the industrials, energy, materials, and information technology sectors. Not having exposure to China helped performance, while being significantly underweight Russia detracted from performance.

International Equity Manager	Fiscal Year 07/08*	Cumulative Since Inception*
Lazard	1.41%	1.41%
Custom FTSE All Emerging	(1.78)%	(1.78)%
Active Return	3.19%	3.19%

*Inception Date: 8/1/2007 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows Lazard's performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.



New Star International Equity (Active International)

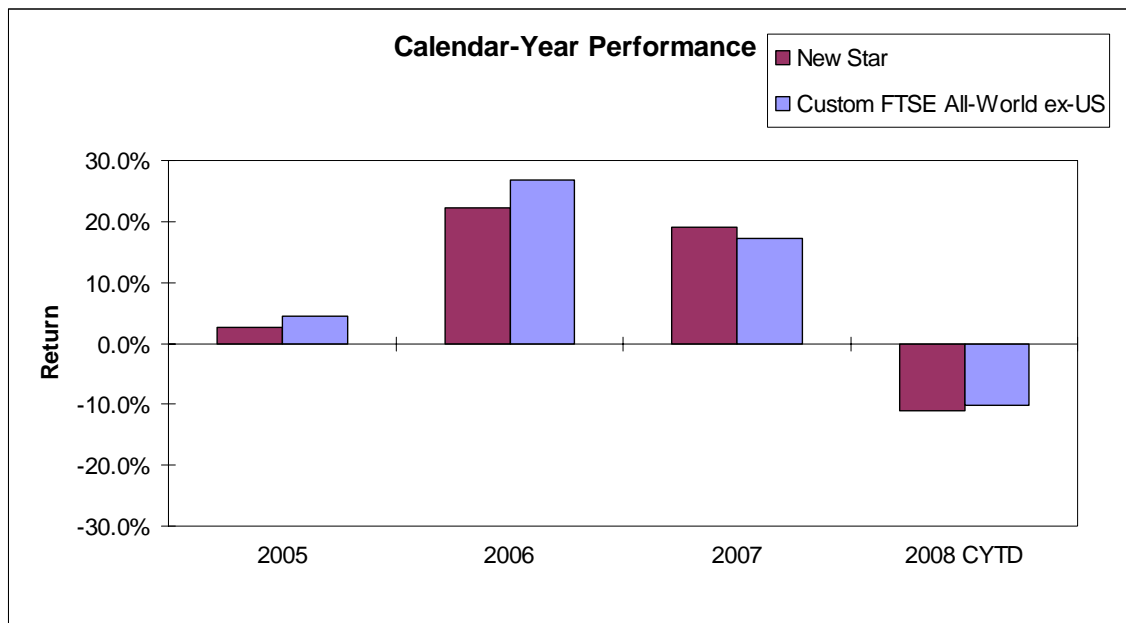
New Star was funded on October 1, 2005. The manager's process is research-driven, focusing on bottom-up fundamental company analysis that incorporates industry, sector, and regional analyses. The portfolio has a bias to companies, industries, and countries that have expected superior long-term growth potential. The overall objective is to maximize exposure to the best market opportunities, while keeping the portfolio within acceptable risk tolerance levels and ensuring diversification of investment ideas. The portfolio holds between 80 and 130 stocks.

For the fiscal year ending June 30, 2008, New Star underperformed its benchmark by 1.47%. The investment process' relative growth orientation kept the portfolio overweight the fast-growing and high-performing oil and gas industry and underweight the sluggish banking industry. However, poor stock selection in the consumer discretionary, information technology, and telecommunications sectors dragged performance below that of the benchmark. Overweights to Hong Kong and India also detracted from performance.

International Equity Manager	Fiscal Year 05/06*	Fiscal Year 06/07	Fiscal Year 07/08	Annualized Since Inception*
New Star	11.63%	29.45%	(8.10)%	10.87%
Custom FTSE All-World ex-US	14.56%	30.47%	(6.63)%	12.89%
Active Return	(2.93)%	(1.02)%	(1.47)%	(2.02)%

*Inception Date: 10/1/2005 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows New Star's performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.



Nomura Pacific Basin (Active Pacific Basin)

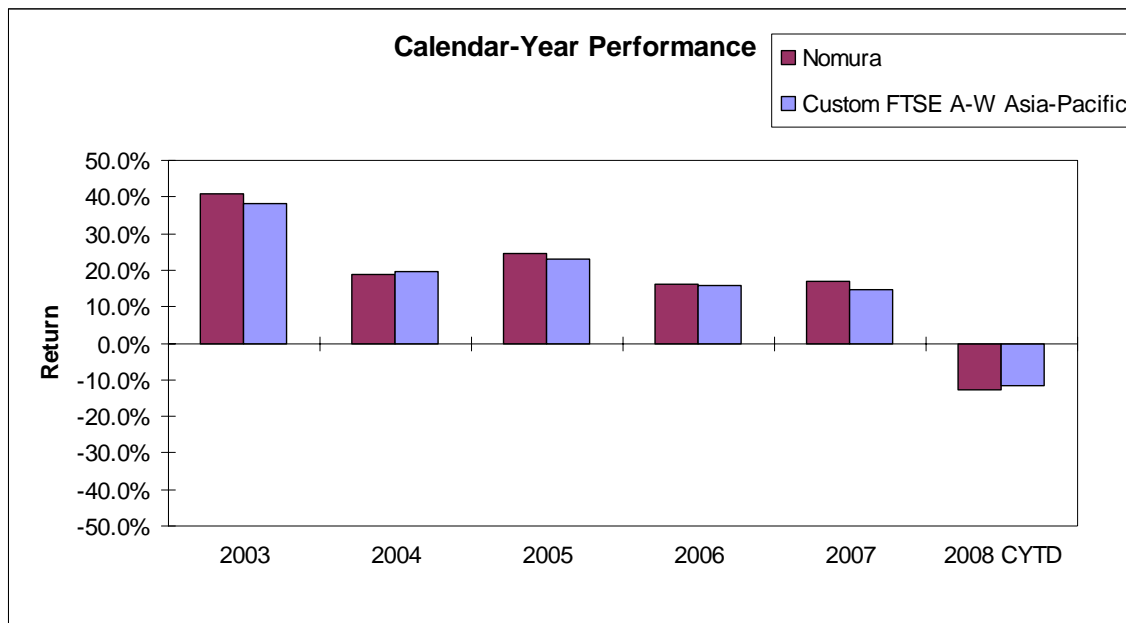
Nomura Asset Management (NAM) was funded on August 1, 1989. NAM's investment process focuses on stock selection while considering the macroeconomic environment among Asian countries. The stock selection process targets companies with sustainable growth, utilizing a quantitative stock screening process and fundamental company analysis. The portfolio holds between 180 and 200 stocks.

For the fiscal year ending June 30, 2008, Nomura outperformed its benchmark by 0.24%. The portfolio benefited from good stock selection in the financial, material, consumer discretionary, and industrial sectors. Positive stock selection in Australia and Hong Kong helped performance. The largest detractor of performance was from stock selection in Japan.

International Equity Manager	Fiscal Year 03/04	Fiscal Year 04/05	Fiscal Year 05/06	Fiscal Year 06/07	Fiscal Year 07/08	Annualized Since Inception*
Nomura	39.26%	10.59%	30.63%	22.05%	(7.58)%	5.42%
Custom FTSE A-W Asia-Pacific	38.40%	11.15%	29.24%	22.25%	(7.82)%	1.32%
Active Return	0.86%	(0.56)%	1.39%	(0.20)%	0.24%	4.10%

*Inception Date: 8/1/1989 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows Nomura's performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.



Pictet Emerging Markets (Active Emerging Markets)

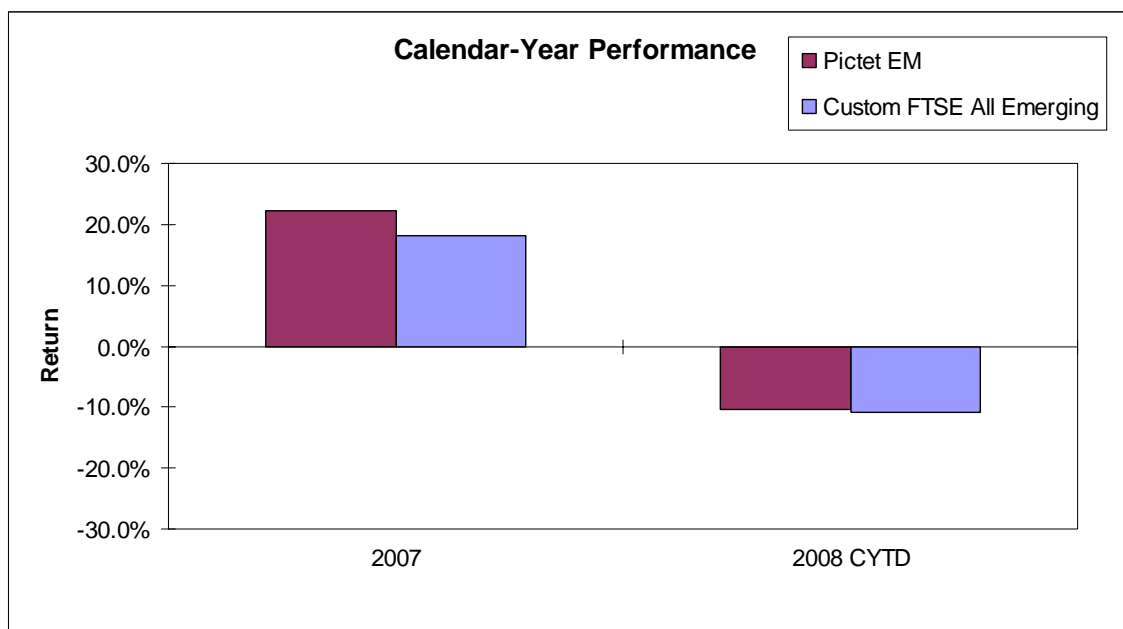
Pictet was funded on June 1, 2007. The strategy's investment process is bottom-up and value based. A long-established, proprietary database is employed to screen for the most attractive investment opportunities according to the manager's value based methodology. Country and sector weights are driven by the valuation output of the stock screening process. This is complemented by regular macro-economic country and sector risk control meetings that seek to identify additional risks not yet factored into valuations.

For the fiscal year ending June 30, 2008, Pictet outperformed its benchmark by 1.90%. Country allocation decisions drove relative performance gains – most notably from its underweight to China and overweight to Russia. The following economic sectors contributed the most to the strategy's relative outperformance: energy, industrials, and materials. Financials, utilities, and consumer discretionary stocks detracted from performance.

International Equity Manager	Fiscal Year 06/07*	Fiscal Year 07/08	Annualized Since Inception*
Pictet	4.86%	4.43%	8.76%
Custom FTSE All Emerging	2.93%	2.53%	5.10%
Active Return	1.93%	1.90%	3.66%

*Inception Date: 6/1/2007 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows Pictet's performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.



Quantitative Management Associates Int'l Equity (Enhanced International)

Quantitative Management Associates (QMA) was funded on April 1, 2006. QMA uses a quantitative approach to exploit persistent, predictable mis-pricings through a three-step process. First, stocks are ranked according to their projected earnings growth rates, ranging from slow growth to fast growth. Second, different valuation models are applied to each category of stocks to calculate an expected return or alpha for each stock in their universe. Third, using an internally developed optimizer, the manager constructs a portfolio that maximizes expected alpha for a given level of active risk. The optimization program controls risk across multiple measures including size, value/growth, sectors, industries, countries and individual securities. The portfolio holdings typically range from 400-600 securities.

For the fiscal year ending June 30, 2008, QMA underperformed its benchmark by 2.99%. The quantitative model tilted the portfolio towards value type stocks with a smaller average market capitalization than the index. Both characteristics (value and small-capitalization) struggled relative to their counterparts for the fiscal year. More specifically, the model exhibited poor stock selection in the financials, consumer staples, and industrials sectors. From a country perspective, performance was hindered most by holdings in the United Kingdom, France, and Germany.

International Equity Manager	Fiscal Year 05/06*	Fiscal Year 06/07	Fiscal Year 07/08	Annualized Since Inception*
QMA	0.85%	30.69%	(11.46)%	7.11%
Custom FTSE Developed ex-US	0.88%	28.06%	(8.47)%	7.74%
Active Return	(0.03)%	2.63%	(2.99)%	(0.63)%

*Inception Date: 4/1/2006 Source: State Street Bank. Returns are net of fees and CFA compliant.

The chart below shows QMA's performance versus its benchmark. The axis on the left measures the manager's calendar-year performance against its benchmark.

